IN THE UNITED STATES BANKRUPTCY COURT FOR THE EASTERN DISTRICT OF TENNESSEE

In re:

ALLEN HOOD,

Debtor.

No. 3:17-bk-33605-SHB Chapter 7

ARTHUR R. ROONEY, JUST TENNESSEE LTD., and ABBACAS HOLDINGS, LTD.,

Plaintiffs/Creditors,

٧s.

ALLEN HOOD,

Defendant/Debtor.

ORIGINAL

APPEARANCES:

MICHAEL S. KELLEY, E. RICHARDS BRABHAM, III, Attorneys for the Plaintiffs/Creditors Knoxville, Tennessee

C. DAN SCOTT, Attorney for the Defendant/Debtor Seymour, Tennessee

ALSO PRESENT: Arthur R. Rooney

DEPOSITION OF ALLEN HOOD

July 30, 2019

Watts-Boyd Reporting Agency

in Association with
Kathy E. Holt, CCR, LCR
P.O. Box 30205
Knoxville, TN 37930-0205
Phone (865)604-3681
www.wattsboyd.com



1	A I do not.
2	Q Who did the legal work to make the
3	change to involve Justin Jones?
4	A I'm not sure. Do you have some
5	paperwork that no. All right. I'm not sure.
6	MR. KELLEY: Let's make that the next
7	one.
8	(Exhibit No. 11 filed)
9	BY MR. KELLEY:
10	Q Mr. Hood, I'm handing you've been
11	handed a document marked Exhibit 11 which is similar to
12	the Exhibit 10 except this deals with an entity called
13	Lake Casa, Limited Partnership. Again if you'll look at
14	the last page, is that your signature?
15	A Yes, sir.
16	Q And that's the date you signed it?
17	A I presume so.
18	Q Was this the first South Dakota
19	limited partnership that you set up?
20	A I'm not sure.
21	Q But the three were this one, HAL, and
22	B&A?
23	A Yes, sir.
24	Q If you'll look at the front page,
25	you'll see that it was filed on March 4th, 2009. Was
- 1	

1								
1	for at the time. But neither here nor there the							
2	documents, the deal sheets or the HUD statements							
3	should show what actually transpired on these actual							
4	lots.							
5	Q Mr. Rooney, you've been handed							
6	excuse me. Mr. Hood, you've been handed a document							
7	marked Exhibit 26.							
8	(Exhibit No. 26 filed)							
9	A Yes, sir.							
10	Q Is that your signature as the							
11	incorporator of Destiny, Inc.?							
12	A Yes, sir.							
1.3	Q And was the sole purpose of Destiny,							
14	Inc., to purchase the lakehouse property or was there							
15	another overall purpose?							
16	A No, that was the purpose.							
17	Q Did you prepare the articles of							
18	incorporate this charter rather or did a lawyer help							
19	you?							
20	A I'm not sure.							
21	Q Were there articles of incorporation							
22	or an operating statement?							
23	A I'm not sure.							
24	Q Who maintained the corporate records							
25	of the of the company after you set it up?							
	ll							

How about David Rooney, do you recall 0 1 2 if he was up at the property? I believe he was there once and I 3 4 think we tried to make amends and I'm not sure what --5 Tried to what? 6 Ä Make amends, try to figure out, you know, how to proceed forward and make some money on it 7 'cause he had told me that now that the foreclosures 8 were here we could clean up on them. And -- and I'm not 9 10 quite sure what transpired after that but, evidently, we didn't do any business after that. 11 12 Do you recall what year it was, '08 or 109? 13 I do not, sir. 14 Α Do you recall -- you're being handed a 15 document marked Exhibit 29, Certificate of 16 17 Administrative Dissolution. Do you recall -- for 18 Destiny, Inc. Do you recall receiving that? (Exhibit No. 29 filed) 19 Α No, sir. 20 I'm handing you a document marked 21 Exhibit 30 and ask you if you'll take a minute to look 22 at that. At that point is that your signature on the 23 document as secretary of Destiny, Inc.? 24 (Exhibit No. 30 filed) 25

:	
1	A Yes.
2	Q And did you fill out the Application
3	for Reinstatement?
4	A I'm not sure.
5	Q It's your signature but you don't
6	A Oh, is this a reinstatement?
-77	Q Well, look at it.
8	A Okay. So yes.
9	Q Now, if you look at the second page,
10	there's an annual report. Now, it says at the top it's
11	due on 4/1/07. It's dated signed by you. Well, I
12	guess the first question is is that your signature as
13	well?
14	A Yes.
15	Q And it's the same date as the
16	Application for Reinstatement. At that point was
17	were you the secretary of the company and Arthur Rooney
18	was the president?
19	A I'm not sure.
20	Q If you'll look at the document, did
21	you is that your handwriting in the middle and number
22	4 of the second page that identifies the president and
23	the secretary?
24	A No.
25	Q It's not your handwriting?

sent to him since the reinstatement came from you? 1 No, I don't. 2 Did he assist in completing any of the 3 0 4 documents for reinstatement? 5 A I'm not sure. Actually, he wouldn't 6 have. "7 Q Excuse me? A He would have never -- I don't believe 8 he would have done that. I believe that either somebody 9 from his office or somebody from my office or somebody 10 from Arthur's office. I'm not sure how -- I'm not sure 11 12 how this got -- I did sign it but, you know, I'm not 13 sure. So, Mr. Hood, I'm handing you a Q 14 document marked Articles of Incorporation of a Limited 15 Liability Company dated April 4th. Is that your 16 17 signature? 18 (Exhibit No. 32 filed) Α Yes. 19 If you'll look at the top, the 20 number 1. Who came up with the name Destiny of 21 Tennessee, LLC? 22 I'm not sure. A 23 Well, did anybody help you do this? 24 Q Well, yes, because I was -- I had 25 Α

was to be 50 percent owner in this company? 1 2 Yes. 3 Can you explain why the number --4 there's no -- the number 2 isn't written at number 4, 5 number of members at the date of filing? 6 MR. SCOTT: If more than six. 7 Q It's your testimony there are just supposed to be two? 8 There was supposed to be whatever was 9 Α the previous Destiny, Inc. Abbacas and -- I don't know 10 if I had it in my name or in Incred-I-Builders' name, 11 12 but the two previous owners still owned it. Are there any documents that reflect 13 this consent by Mr. Rooney to the establishment of the 14 limited liability company? 15 Α No. No, we were just trying to get 16 holding costs down so -- 'cause that was when the market 17 18 was crashing. 19 So, Mr. Hood, the same date -- let me 20 ask if that's your signature on Exhibit 33. (Exhibit No. 33 filed) 21 Yes, sir. 22 Ά And the same date that you established 23 the LLC you did this conversion from the -- from 24 25 Destiny, Inc., to Destiny, LLC.

1								
1	A If that's what this says, yes, sir.							
2	Q And the handwriting on number 1 that							
3	says Destiny of Tennessee, LLC, and number 2, Destiny,							
4	Inc., is that your handwriting?							
5	A No.							
6	Q That's not your handwriting but you							
7	signed it?							
8	A No. Yes, I signed it. I'm sorry.							
9	Q Mr. Hood, you've been handed a							
10	document marked Exhibit 34, a Tennessee Quitclaim Deed.							
11	The second if you'll look at the second page, is that							
12	your signature?							
13	(Exhibit No. 34 filed)							
14	A Yes, sir.							
15	Q And if you look down under notary							
16	signature, Phil Nemeth notarized it.							
17	A Okay. Yes, sir.							
18	Q Did you did you pre well, and on							
19	the front it says if you look right above the term							
20	Tennessee Quitclaim Deed it says that Phil Nemeth							
21	prepared it. Is that accurate to the best of your							
22	memory?							
23	A I would assume that he or had somebody							
24	prepare it, yes.							
25	Q Where did were you in his office on							
	lt							

Ski Mountain Road when you signed it? 1 I'm not sure. 2 3 If you'll look up to the bottom to the top left you'll see that the transfer -- the 4 considerations is identified as zero. Is it accurate 5 that this property was transferred from Destiny of 6 7 Tennessee, LLC, to Lake Casa, Limited Partnership, for no money? 8 That is correct. 9 \mathbf{A} Q And it was Mr. Nemeth who helped 10 you -- who actually was involved with setting up Lake 11 12 Casa? 13 AThat is correct. Q And was it, in fact -- is it accurate 14 that -- that Lake Casa was set up the very day of this 1.5 transfer? 16 17 А I'm not sure. Or did you say is it possible or did you --18 Was it. 19 Q Was it possible? 20 Α Not was it possible. 21 Q Was it a fact? 22 Α Oh, I'm -- I'm not sure. 23 Did it have -- I'm handing you Exhibit 11 and just ask, so it appears that on March 2nd Lake 24 25 Casa -- you signed the documents to establish Lake Casa, .65 3218 8378472889

Receipt Number:___

File Number

DP001995





LIMITED_PARTNERSHIP

For

LAKE CASA LIMITED PARTNERSHIP

Filed at the request of:

MAY ADAM GERDES & THOMPSON PO Box 160 Pierre SD 57501

State of South Dakota
Office of the Secretary of State

Filed in the office of the Secretary of State on: Wednesday, March 04, 2009

Chi Nelson

Secretary of State

Fee Received: \$100.00



payable to SECRETARY OF STATE

365 3219 03/04/2009

Secretary of State Office 500 & Capitol Ave Pierre, SD 57501 (605)773-4845

CERTIFICATE OF LIMITED PARTNERSHIP

DOMESTIC LIMITED PARTNERSHIP

Please Type or Print Clearly in Ink

Please submit one Original and one Photocopy

Plied this Helan

SECRETARY OF STATE

RECEIVED

MAR 8 4 2009

S.D. SEC. OF STATE

Telephon	e#	i
FAX#		
<u> </u>		

The name of the limited pa	rtnership is: Lake Ca	sa Limited Pa	artnership		D	1995
The name shall contain without abor-	eviation the words "limited partn	ership".	TO THE PARTY OF TH			W
The address of the office req	uired to be maintained in	the State of Sou	th Dakota.			
503 S. Pierre Street		Pierre		SD	578	501
Street Address	THE THE THE TRANSPORT OF THE TRANSPORT O	City		State	ZIP	*****
Mailing Address (Optional)	TO THE LOCALITY OF THE LOCAL PROPERTY OF THE		City		Sta(e	215+4
The South Dakota Registere	d Agent name: <u>May, /</u>	Adam, Gerde	s & Thompson	, LLP		· · · · · · · · · · · · · · · · · · ·
503 S. Pierre Street		Pierre		SD	575	01
Street Address (Required to be a Soci	Jin Dakota Address)	City		State	ZIP+	
Mailing Address (Optional - Required	To be a South Dakota Address)	City	ANT THE PETER THE WASTERNAM IN MANAGE	7/2011	State	ZIP¥4
When listing a Commer This number can be ob	cial Registered Agent, plained from the Commercial	lease state their (cial Registered A	CRA#, gent,	1870-18-18-18	пыны	***************************************
The name and business add	ess of each general part	ner is:				
Allen L. Hood	431 Thomas I	_oop Road	Sevierville		TN	37876
General Partner	Street Address		City		State	ZIP+4
Seneral Partner	Street Address		City		State	ZIP+4
Seneral Pariser	Street Arktre	te.	City			2

5. The latest date upon which the limited partnership is to dissolve is: December 31, 2085

Dated

NO OTHER MATTERS	
ficate of limited partnership must be	signed by each of the general partners.
ficate of limited partnership must be	signed by each of the general partners. BY:
	BY:
	(Signature of a general partner) ALLEN L. HOOD
ficate of limited partnership must be	(Signature of a general partner) ALLEN L. HOOD

(Signature of a general partner)

(Printed Name)

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	S 20				
APPLICATION FOR REINSTATEMENT	For OFFICE 25 P				
Tepartment of State Corporate Filings 312 Eighth Avenue North 6th Floor, William R. Snodgrass Tower Nashville, TN 37243 FOLLOWING ADMINISTRATIVE DISSOLUTION/REVOCATION	MH 9: 28 (MRSEL (MRSEL (MRSEL				
Pursuant to the provisions of Section 48-24-203 or Section 48-25-303 of the Terration Act or Section 48-64-203 or Section 48-65-303 of the Tennessee Nonprofit C cation is submitted to the Office of the Secretary of State, State of Tennessee, for	'OI DOI SITOTE WOLL GUS ANNE.				
1. The name of the corporation is					
(Name change if applicable)					
2. The effective date of its administrative dissolution/revocation is August 20, day, and year).	2001 (must be month,				
3. The ground(s) for the administrative dissolution/revocation					
☐ did not exist. [NOTE: Please mark the applicable box.]					
 The corporate name as listed in number one (1) satisfies the requirements of tated Section 48-14-101 or 48-54-101, as appropriate. 					
5. The corporation control number as assigned by the Secretary of State, if know	wn is 0521434				
[NOTE (APPLIES TO FOR-PROFIT CORPORATIONS ONLY): Prior to this document being accepted for filing, the Division of Business Services will request tax clearance verification from the Tennessee Department of Revenue that the business has properly filed all reports and paid all required taxes and penalties. If we cannot obtain such tax clearance verification from the Department of Revenue, this document will be rejected and returned to the applicant.]					
Signature Date Destroy Name of Corporation	INC.				
Secretary the Hos					
Signer's Capacity Signature	,				
YES JMW 02/25/08 Horo (typed or printed)	And the second s				
SS-4439 (Rev. 7/01) Filing Fee: \$70.00	RDA 1678				

EXHIBIT

CORPORATION ANNUAL REPORT Annual Report Filing Fee Due: \$20, if no changes are made in block \$40, if any changes are made in block	#6 to the regis k #6 to the regi	tered agent/o stered agent/	office, or office.	TENNESSE Attn: Annu 312 Flokth	irn completed form to: E SECRETARY OF STATE al Report Avenue N. 6th Floor Snodgrass Tower TN 37243
CURRENT FISCAL YEAR CLOSING MONTH;	12		THIS REPORT IS	DUE ON OR BEFORE:	04/01/07
(1) SECRETARY OF STATE CONTROL Number:	0521	434			
(2A.) NAME AND MAILING ADDRESS OF CORPORA	NOITA			(28.) STATE OR COUNTR	Y OF INCORPORATION
DESTINY, INC. 2215 STETSON DRIVE				TENNESS	EE
SEVIERVILLE, TN. 37	862			(2C.) ADD OR CHANGE M	IAILING ADDRESS:
				Destiny P.O. BO Seviervill	Inc. V 5877 Ie, TN 37844
D 05/23/2006 F0 (3) A PRINCIPAL ADDRESS INCLUDING CITY,	R PROFIT				1
2215 STETSON DRIVE,			37862		
B. CHANGE OF PRINCIPAL ADDRESS:					
STREET			CITY	STATE	ZIP CODE + 4
The state of the s					AN LANGUAGE WITE THE THE THE THE THE THE THE THE THE T
(4) NAME AND BUSINESS ADDRESS, INCLUDING 2 (ATTACH ADDITIONAL SHEET IF NECESSARY.)	IP CODE, OF THE	president, sec	RETARY AND OTH	IER PRINCIPAL OFFICERS	·
Yitle Name		Business Addre	885	City, State, Zip C	
	onev	P.O. BO	C 5877	Seviervi1(
Secretary Allen Hoo	<u>d'</u>	P.O. 130	x 5877	Seviervii	le, TN 37864-S8
		i			AND THE PERSON NAMED IN COLUMN 1
(5) BOARD OF DIRECTORS (NAMES, BUSINESS AC	DRESS INCLUDING	ZIP CODE.) (AT	TACH ADDITIONA	A. SHEET IF NECESSARY.)	
Name	Business Addres	; *		City, State, Zip C	ode + 4
					<u> </u>
			Laboration		<u> </u>
7.7776474414					
(6) A NAME OF REGISTERED AGENT AS APPL ALLEN HOOD B. REGISTERED ADDRESS AS APPEARS O 2215 STETSON DRIVE.	N SECRETARY OF	STATE RECORDS	i :		
2215 STETSON DRIVE, c. INDICATE BELOW ANY CHANGES TO THE		SENT NAME AND	OR REGISTERED	OFFICE,	
(i.) CHANGE OF REGISTERED AGE		504	Grace	St.	7-1
(ii.) CHANGE OF REGISTERED OFFI (City) SOVIEWI-LU	CE (Street Address): P		CYPACE :	37862	(County) Sevier
(7) A. THIS BOX APPLIES ONLY TO NONPROP BENEFIT OR A MUTUAL BENEFIT CORP IF BLANK OR INCORRECT, PLEASE CHE	ORATION AS INDIC CK APPROPRIATE	S, OUR RECORDS CATED: BOX: D PUBI	REFLECT THAT Y	YOUR NONPROFIT CORPO	
B. IF A TENNESSEE RELIGIOUS CORPORA	LINA, LIENZE CHE	OV BOY IL BOWN	in Cont N	(9) DATE	,
(8) SIGNATURE	•			2-1	9-08
(10) TYPE/PRINT NAME OF SIGNER ALL	n Hoc	xd		(11) TITLE OF SIGN	er Cretary
55-444 (Ray, 11-05)			SE DATED A	ND SIGNED * *	RDA 1678

State	af	Tema	# see
6 m		D	THE P
	4		

ARTICLES OF ORGANIZATION (LIMITED LIABILITY COMPANY)

(For use on or after 7/1/2006)

STATE RECEIVED

For Office Use Only SSE 2008 APR -8 AM 9:42 SECRETARY OF STATE

Bepartment of State Corporate Filines

6ª F1	312 Eighth Avenus North oor, William R. Snodgress Tower Nashville, TN 37243						
The Articles of Organization presented herein are adopted in accordance with the provisions of the Tennessee Revised Limited Liability Company Act.							
1.	1. The name of the Limited Liability Company is: Dastiny of Tennessee, LLC						
(NOTE: Fursuant to the provisions of TCA \$48-249-106, each limited Liability Company name must contain the words "Limited Liability Company" or the abbreviation "LLC" or "L.L.C.")							
2.	The name and complete address of the Limited Liabili and office located in the state of Tennessee is: Alan Hood	ty Company's initia	al registered agent				
	(Name) P.O. Box 5877 1529 TanBark Way Strictville		TN, 97604 3 787 6 (State/Zip Code)				
	(Street address) (City)		(State Ash and				
з.	The Limited Liability Company will be: (NOTE: PLEA Member Managed Manager Managed						
4.	Number of Members at the date of filing, if more than	n six (6);					
5.	If the document is not to be effective upon filing by the effective date and time is: (Not to exceed 90 day Date:	he Secretary of St 's) Tin					
6.	The complete address of the Limited Liability Compa 431 Thomas Loop Sevierville (Street Address) (City)	ny's principal exec	ギシリか ニュニックプロフロ				
7.	Period of Duration if not perpetual:						
8.		7, Sevierville,	TN 37864				
9.	THIS COMPANY IS A NONPROFIT LIMITED LIABILITY CO.						
\$6	ADVI 4, 2008 gnature Date	Signature	Cool				
1	Manager	Allen Hood					
Si	gner's Capacity (if other than individual capacity)	Name (printed	or typed)				
	55-4270 (Rev. 05/06) Plung Fee: \$50 per member (minimum fee =	\$300, maximum fee = \$3	,000 RDA 2458				



state of Tennessee

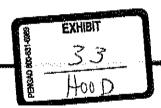
STATE OF TENNESSEE

2000 APR -8 AM 9: 42

CERTIFICATE OF CONVERSION RILEY DARNELL (Another Business Entity Into LEGERE ARY OF STATE

Department of StateCorporate Filings
312 Eighth Avenue North
6th Ploor, William R., Snodgraus Tower

Nashville, TN 37243		
Pursuant to the provisions of §48-249-703 of the Tennesses Revised Limited Liability Company Act, the undersigned Limited Liability Company hereby submits this certificate of conversion:		
1. The name of the domestic limited liability company as set forth in its articles of organization is: Destiny of Tennesse, LLC		
2. The name of the converting other business entity immediately prior to the filing of the certificate of conversion is: Destiny inc.		
3. The jurisdiction in which the converting other business entity was formed in <u>Tennessee</u> , its date of formation is <u>5 23 00</u> (month/day/year), and its business type is a <u>Corporation</u>		
4. All required approvals of the conversion have been obtained by the other business entity.		
5. If the conversion is not to be effective upon the filling of the certificate of conversion and articles of organization, then the future effective date or time of the conversion to a domestic LLC is:		
Date:	Time	
April 4, 2008 Signature date	Signature	
Secretary Signer's capacity	Allen Hoo Name (typed or prints	d)
99-4288 (Rev. 06/07)	Filing Fee \$20	RDA2468



STATE OF TENNESSEE AFFIDAVIT OF VALUE COUNTY OF SEVIET PER T.G.A. SEC. 67-4-409(a)(6)(A)

GRANTEES OR HIS AGENT

SUBSCRIBED AND SWORN TO before me

Hy Commission Expires: Hovember 20, 2012

THIS SPACE RESERVED FOR REGISTER OF DEEDS RECORDING DATA.

BK/PG: 982/434-435



TAL AMOUNT

SARAH WEBB PECISTER OF DEEDS

STANDARD TAX PARCEL IDENTIFIER

The property being conveyed hereby is the some as: County: Jefferson Civil Dist: 8th Tax Map: 094-P Group: A Control Map: 094-P Parcet: 024.00 This Property has a street address of: 1253 Stetson Lane

In accordance with YEA Sec. 66-24-1144, the name and address of the person or agency responsible for payment of real property taxes is:

Lake Casa timited Partnership 431 Thomas Loop Road Seviervitte, TN 37876 In accordance with TCA Sec. 66-24-115, this instrument was prepared by:

Philip Nemeth, Attorney at Law 835 Ski Mountain Road P.O. Box 270 Gatlinburg, TN 37738

TENNESSEE QUITCLAIM DEED

THIS QUITCLAIM DEED made this 44 day of MARCH , 2009, by and between

GRANTOR

DESTINY OF TENNESSEE, LLC, a Tennessee Limited Liability Company (formerly Destiny, Inc.)

GRANTEE

LAKE CASA LIMITED PARTNERSHIP, a South Dakota Limited Partnership 431 Thomas Loop Road Sevierville, TN 37876

The designation Grantor and Grantee used herein shall include said parties, their heirs, successors, and assigns, and shall include singular, plural, masculine, feminine or neuter as required by context.

WITNESSETH, that the Grantor, for a valuable consideration paid by the Grantee, the receipt of which is hereby acknowledged, does hereby convey, release and forever quitclaim unto the Grantee in fee simple, the following described premises, to-wit:

SITUATED in the Eighth (8th) Civil District of Jefferson County, Tennessee, and being all of Lot 5 of the DOUGLAS LAKE RESORT - PLANNED UNIT DEVELOPMENT, according to the Plat thereof of record in Cabinet H, Slide 111, Register's Office, Jefferson County, Tennessee.

BEING the same property conveyed to Grantor by deed of record in Book 853, Page 350, Register's Office, Jefferson County, Tennessee.

3



TOGETHER WITH all and singular the improvements, ways, easements, rights, privileges, and appurtenances to the same belonging, or in anywise appertaining, and all the estate, right, title, interest and claim, either at law or in equity, or otherwise however, of the Grantor in, to, or out of the above-described property.

The preparer of this instrument makes no representation as to the status of the title to the above described premises.

IN WITNESS WHEREOF, the Grantor has signed this Quitclaim Deed, the day and year first above written.

DESTINY OF TENNESSEE, LLC (formerly Destiny, Inc.)

By:

Allen L. Hood, Manager

STATE OF TENNESSEE COUNTY OF SEVIER

Before me, the undersigned authority, a Notary Public of the state and county aforesaid, personally appeared ALLEN L. HOOD, with whom I am personally acquainted, and who upon oath acknowledged himself to be the Manager of Destiny of Tennessee, LLC, the within named grantor, a limited liability company, and that he as such Manager, being authorized so to do, executed the foregoing instrument for the purpose therein contained by signing the name of the limited liability company by himself as Manager.

WITNESS my hand and Official Seal in said State and County this the

.

Notary (tublic

My Commission Expires: November 20, 2012